

INTERGOVERNMENTAL AGREEMENT
BETWEEN
THE STATE OF ARIZONA
AND
THE CITY OF SHOW LOW

THIS AGREEMENT is entered into 17 AUGUST, 1998,
pursuant to Arizona Revised Statutes, Sections 11-951 through 11-954, as amended, between the
STATE OF ARIZONA, acting by and through its DEPARTMENT OF TRANSPORTATION (the "State")
and the CITY OF SHOW LOW, acting by and through its MAYOR and CITY COUNCIL (the "City").

I. RECITALS

1. The State is empowered by Arizona Revised Statutes Section 28-401 to enter into this agreement and has by resolution, a copy of which is attached hereto and made a part hereof, resolved to enter into this agreement and has delegated to the undersigned the authority to execute this agreement on behalf of the State.

2. The City is empowered by Arizona Revised Statutes Section 41-1513 and 28-1895 et seq to enter into this agreement and has by resolution, a copy of which is attached hereto and made a part hereof, resolved to enter into this agreement and has authorized the undersigned to execute this agreement on behalf of the City.

3. The City has requested Economic Strength Project (ESP) funds in the amount of \$170,000.00; the Arizona Department of Commerce and the Economic Development Commission have recommended the approval of such funds for the City, and the Transportation Board has approved the funding, for the construction of improvements to Show Low Lake Road, to provide improved access, and aid in the retention and development of local business, hereinafter referred to as the Project.

THEREFORE, in consideration of the mutual agreements expressed herein, it is agreed as follows:

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NO. 22607
Filed with the Secretary of State
Date Filed: 08/17/98
Petey Bayless
Secretary of State

By Vicky V. Haenewald

II. SCOPE

1. The City will:

a. Insure the additional commitment of 56.7% of the total estimated Project cost, or \$222,628.00, whichever is more, from the City or other sources (not including ESP funds) to the Project. Accomplish construction of the Project by public bidding, in strict compliance with State procurement laws, rules and regulations. Upon completion, approve and accept the Project on behalf of the City and provide maintenance.

b. No more often than monthly, invoice the State for ESP funds (Arizona Department of Commerce, ATTN: Finance and Administration Division, ESP Program Director, 3800 N. Central Avenue, Suite 1500, Phoenix, AZ 85012), in an amount not to exceed \$170,000.00.

c. Provide the State a copy of the executed Project contract(s), and draw down and expend the State ESP funds no later than six (6) months after the effective date of this agreement. Provide the State detailed written reports of all ESP fund expenditures, supported by invoices, receipts or other suitable and appropriate documentation, and a final accounting report no later than thirty (30) days after ESP funds are fully expended.

d. Reimburse the State any funds received from the State under this agreement which are not specifically and directly expended in compliance with the ESP grant application, which is attached hereto and made a part hereof, and are subsequently disallowed by the State.

e. Provide the State (Arizona Department of Commerce, ATTN: Finance and Administration Division, ESP Program Director, 3800 N. Central Avenue, Suite 1500, Phoenix, AZ 85012) with quarterly Project status reports, and one year after completion of the Project, a written Economic Impact Report detailing the direct and indirect impact of the Project, to include jobs created, jobs retained and related data.

2. The State will:

Within thirty (30) days after receipt and approval of the ESP contract(s) and subsequent monthly progress payment invoices, reimburse the City for work completed on the Project funds in an amount not to exceed \$170,000.00.

III. MISCELLANEOUS PROVISIONS

1. The only interest of the Department of Transportation in the Project is to convey economic strength pass through funds for the use and benefit of the City by reason of state law under which funds for the Project are authorized to be expended.

2. The City agrees to indemnify and save harmless the State, or any of its departments, agencies, officers or employees, from and against all loss, expense, damage or claim of any nature whatsoever which is caused by any activity, condition or event arising out of the performance or non-performance by the State of any of the provisions of this agreement.

3. The total amount of ESP funds expended under this agreement shall not exceed 43.3% of the total Project cost. Should the Project not be completed, be partially completed, or be completed at a lower cost than the advanced amount, or for any other reason should any of these ESP funds not be expended, a proportionate amount of the funds provided under this agreement shall be reimbursed to the State.

4. This agreement shall remain in force and effect until completion of said Project, reimbursement and subsequent reports; provided, however, that this agreement, except any provisions herein for maintenance, which shall be perpetual, may be cancelled at any time prior to the award of a construction contract, upon thirty (30) days written notice to the other party. Further, this agreement may be terminated and the ESP grant cancelled by the State if the City, in the opinion of and by action of the Transportation Board, fails to pursue due diligence on the Project or in the performance of any of the terms of this agreement.

5. This agreement shall become effective upon filing with the Secretary of State.

6. This agreement may be cancelled in accordance with Arizona Revised Statutes Section 38-511 as regards conflicts of interest on behalf of State employees.

7. The provisions of Arizona Revised Statutes Section 35-214 pertaining to 5 year records retention by the City and audit by the State are applicable to this contract.

8. In the event of any controversy which may arise out of this agreement, the parties hereto agree to abide by required arbitration as is set forth in Arizona Revised Statutes Section 12-1518.

9. All notices or demands upon any party to this agreement, except as otherwise specified herein, shall be in writing and shall be delivered in person or sent by mail addressed as follows:

Arizona Department of Transportation
Joint Project Administration
205 South 17 Avenue, Mail Drop 616E
Phoenix, AZ 85007

City of Show Low
City Manager
200 West Cooley Street
Show Low, AZ 85901

10. Attached hereto and incorporated herein is the written determination of each party's legal counsel that the parties are authorized under the laws of this state to enter into this agreement and that the agreement is in proper form.

IN WITNESS WHEREOF, the parties have executed this agreement the day and year first above written.

CITY OF SHOW LOW

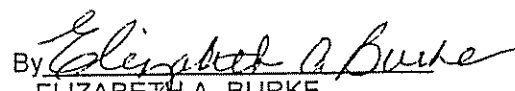
STATE OF ARIZONA

Department of Transportation

By 
GERRY WHIPPLE
Mayor

By 
JAY KLAGGE, Director
Transportation Planning

ATTEST:

By 
ELIZABETH A. BURKE
City Clerk

RESOLUTION

BE IT RESOLVED on this 22nd day of June 1998, that I, the undersigned MARY E. PETERS, as Director of the Arizona Department of Transportation, have determined that it is in the best interests of the State of Arizona that the Department of Transportation, acting by and through the Intermodal Transportation Division, to enter into an agreement with the City of Show Low for the purpose of defining responsibilities for the design, construction and maintenance of improvements to Show Low Lake Road in the City.

Therefore, authorization is hereby granted to draft said agreement which, upon completion, shall be submitted to the Director of Transportation Planning for approval and execution.

A handwritten signature in black ink, appearing to read 'D. Allocco', is written over a horizontal line.

DAVID ALLOCCO, Manager
Engineering Technical Group
for Mary E. Peters, Director

APPROVAL OF THE SHOW LOW CITY ATTORNEY

I have reviewed the above referenced proposed intergovernmental agreement, between the DEPARTMENT OF TRANSPORTATION, HIGHWAYS DIVISION, and the CITY OF SHOW LOW and declare this agreement to be in proper form and within the powers and authority granted to the City under the laws of the State of Arizona.

DATED this 21st day of July, 1998.


City Attorney

CITY OF SHOW LOW RESOLUTION NO. 808

**A RESOLUTION OF THE MAYOR AND COUNCIL OF THE
CITY OF SHOW LOW, ARIZONA APPROVING AN
INTERGOVERNMENTAL AGREEMENT WITH THE
ARIZONA DEPARTMENT OF COMMERCE FOR AN
ECONOMIC STRENGTH PROGRAM GRANT FOR
INFRASTRUCTURE/BUSINESS DEVELOPMENT AND
DECLARING AN EMERGENCY**

RECITALS:

WHEREAS, the City Council adopted Resolution No. 790 on March 3, 1998 authorizing the submission of an application for a Department of Commerce Economic Strength Program Grant for infrastructure/business development and committing to ensure 56.7% of the total estimated project cost as the matching funds for said grant; and

WHEREAS, the City of Show Low has been awarded said grant from the Arizona Department of Commerce.

ENACTMENTS:

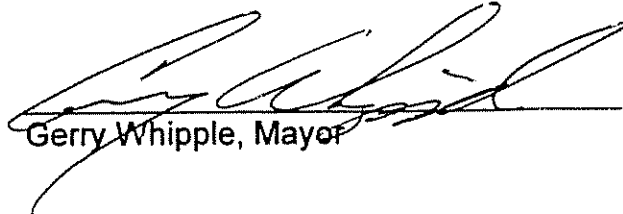
NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Show Low, Arizona:

THAT the Intergovernmental Agreement with the Arizona Department of Commerce for an Economic Strength Program Grant is hereby approved; and

BE IT FURTHER RESOLVED authorizing the Mayor to sign said Intergovernmental Agreement.

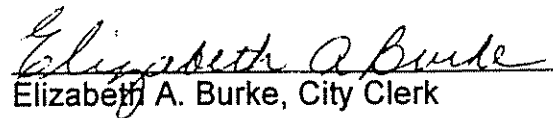
WHEREAS, it is necessary for the preservation of the peace, health and safety of the City of Show Low, Arizona, an emergency is declared to exist, and this Resolution shall be effective immediately upon its passage and adoption, pursuant to A.R.S. Section 19-142(B).

PASSED AND ADOPTED this 21st day of July, 1998, by the Mayor and Council of the City of Show Low, Arizona.



Gerry Whipple, Mayor

ATTEST:



Elizabeth A. Burke, City Clerk

APPROVED AS TO FORM:



Michael J. Brown, City Attorney

ECONOMIC STRENGTH PROJECTS
REQUEST FOR PROPOSAL
FY 1998 - ROUND 2
January 23, 1998

APPLICATION FORM

NOTE: Additional information may be provided in attachments. Be sure to clearly reference and mark such additions and attachments.

1. NAME, ADDRESS, AND COUNTY OF APPLICANT:

City of Show Low
200 W. Cooley
Show Low, Navajo County, Arizona 85901

2. TYPE OF ORGANIZATION OF APPLICANT: (Check one)

- a) ☒ Local Government only
b) ☐ Private Non Profit / Local Government Joint Application:
Name of Non Profit Agency Involved

Name of Local Government Involved

City of Show Low, Arizona

3. Describe the function or purpose of applicant organization.

Municipal Government

4. Name, address, and phone number of contact person(s):

Patrick Sherman, City Manager
Kevin Kugler, Senior Planner
City of Show Low
200 W. Cooley
Show Low, AZ 85901
(520) 537-5724

5. Describe the private sector project or activity for which the related ESP funding is requested.

The scope of this ESP proposal impacts the two largest employers in the City of Show Low - Navapache Regional Medical Center and Wal-Mart.

Firstly, Navapache Regional Medical Center, the White Moutains' only full service hospital will soon begin a 50,000 square foot addition to their existing 55,000 square foot facility. The expansion will include the dedication of an outpatient surgical center, fully functional cath lab, telemetry stations, provide a permanent MRI station and consolidate various community outreach programs.

The hospital expansion will greatly enhance and consolidate many types of medical services for the entire White Mountain Region that were either previously unavailable or limited in scope.

Secondly, just across Show Low Lake Road, Wal-Mart is proposing to build a Wal-Mart Supercenter this summer/fall. This Wal-Mart Supercenter will be the first of its kind in Arizona, and the largest at 203,742 square feet. Wal-Mart has outgrown their existing 89,000 square foot facility in the Park Pineway Shopping Center in Show Low. The Wal-Mart Supercenter will provide goods and services that are not available at their existing location in Show Low. These goods and services include a full service food market, an automobile tire and lube express, optical center and restaurant.

Please refer to Attachments #1 and #2 for project vicinity maps.

6. Describe the Economic Strength Project for which funding is requested. Describe how the ESP project supports/relates to the private sector project described in #5 above.

The proposed ESP project is designed to improve a strategically significant portion of Show Low Lake Road directly off State Route 260 (South White Mountain Road). As the vicinity and site maps found in Attachments #1 and #2 illustrate, Show Low Lake Road, as it intersects with Highway 260, eastwardly approximately 1300 feet to South 24th Street is proposed for expansion. Specifically, the project entails the excavation and widening of the existing 24 foot pavement section to 40 feet to allow for two through lanes and a middle turn lane for vehicular traffic. Due to a high volume of pedestrian traffic anticipated, curb/gutter and sidewalk is provided on the north side with a detached pedestrian sidewalk proposed to the south.

Please see Attachment #3 for a plan view of the project improvements described above. Refer to Attachment #2 for Navapache and Wal-Mart site plans.

7. Describe how the private sector project fits into the community's overall economic development efforts.

Both Navapache Regional Medical Center and Wal-Mart play vital roles in shaping the economic prosperity of Show Low. As previously mentioned, Navapache Regional Medical Center and Wal-Mart are the City's two largest employers. (Please see Attachment #5 for corresponding chart.) Navapache Regional Medical Center currently employs 466 and Wal-Mart 295 full and part time employees. These two entities alone employ nearly one quarter (22%) of Show Low's entire labor force!¹ With over 275 businesses in Show Low, these two entities have a profound and immense effect on the labor market for our community.

The impact of these two private sector projects and how they both fit within Show Low's economic development efforts cannot be overstated.

As noted above, Navapache Regional Medical Center and Wal-Mart together account for nearly one-quarter of Show Low's entire work force. Moreover, the total number of private sector full-time and part-time jobs to be either created or retained from these two private sector projects equals 30% of Show Low's existing workforce. That accounts for over 1,000 full time and part time jobs created and

¹ Labor force totals from 1990 U.S. Census.

retained directly attributable to these two important private sector projects. Of particular importance is the fact that 210 full time and 84 part time jobs will be created within two years of both projects being completed. This is the largest single employment-base expansion in Show Low's history. (Please refer to questions 15-17 for specific job creation and retention figures for each private sector project.)

A major impetus of Show Low's economic development effort is to diversify our local economy by creating new jobs and expanding the sales tax base. The development and expansion of these two private sector projects and request for ESP funding is in every way consistent with the goals and objectives outlined in An Economic Vision of the White Mountains crafted by the White Mountain Regional Development Corporation (see Attachment #8). Not only is there a large quantity of jobs being created, but a good number of high skilled high paying jobs being created. Whether it's a chief medical doctor or store clerk, all jobs created and retained are precious to Show Low as our community continually struggles to maintain an equitable jobs/housing balance. As a tourism and seasonal home market, this a daunting task for our rural community.

More jobs equates to more disposable income(s) to be spent which equals more sales tax revenue for Show Low. With no property tax, sales tax revenue is by far and away Show Low's chief source of revenue. Wal-Mart is one of the single largest contributor of sales tax revenue to Show Low's coffers, providing over 10% of our annual tax revenues alone. As Wal-Mart authorities searched for new store locations both in and outside of Show Low, City officials diligently pursued negotiations with Wal-Mart to secure a site within the City limits. Economic development objectives outlined in Show Low's General Plan call upon the City to, "develop more financial tools to induce private sector investment in the community". Consistent with this directive, and to entice Wal-Mart to stay in Show Low, the City has offered contributions to aid in the necessary infrastructure improvements to service Wal-Mart. This investment will prove to be a sound one as the City anticipates sales tax revenue from Wal-Mart alone will increase by 125% due to their expansion in store size and market area.

Please refer to Attachment #5 for various charts that graphically illustrate the magnitude of the economic impact that these projects bring to Show Low.

8. Describe how the supporting ESP project fits into the Community's overall economic development efforts.

This proposed ESP project is very much in tune with Show Low's economic development efforts. As noted above, the General Plan and An Economic Vision of the White Mountains both stress the economic development goals and objectives of diversifying employment opportunities, providing incentives for development and expansion of the tax base.

Funding assistance from the ESP grant will aid the City in providing much-needed improvements to Show Low Lake Road for these two private sector projects and beyond. This road project will help stimulate development of nearly 75 acres of vacant commercial properties just east of the Wal-Mart site. This ESP project will help open the door for an endless array of employment and tax revenue opportunities for this burgeoning commercial district of Show Low.

9. How will ongoing maintenance and repair be provided for the ESP project after construction/improvement?

As a public right-of-way, the routine maintenance and snow removal processes will be the City's responsibility.

10. Description of ESP project. (Check one)

- a) ☒ This is an existing roadway.
b) ☐ This is a new roadway.
c) ☐ This is a bridge.
d) ☐ This is an underpass.
e) ☐ Other _____

11. Where is the private sector project located that is supported by this ESP project?

Show Low Lake Road, City of Show Low

Please see Attachment #1 and #2 for vicinity maps.

12. Where is the ESP project located? (Note: Attach site map(s) to the application.)

- a. In the community:

See Attachment #1

- b. In relation to the related private sector project:

See Attachment #2

- c. In what legislative district:

Legislative District 4

13. What is the length (in feet/miles) of the ESP project?

1200 feet

14. What is the width (in feet) of the ESP project?

40 feet plus curb/gutter/sidewalk

Please refer to Attachment #3 for a plan view of the project improvements.

In the jobs section below (Q15 - Q17), applicants must provide employment- and wage-related information for the private sector employers (existing or new) which the ESP fund is supporting. If these projects do not generate certain categories of jobs (job creation, job retention or seasonal jobs), those sections should be left blank.

15. JOB CREATION

a. Construction Phase

Does your project create any public or private construction jobs?

Yes X
 No

If yes, complete the following; otherwise go to Q15.b.

	<u>NRMC</u>	<u>Wal-Mart</u>
(1) Number of construction jobs directly created by private sector	<u> 75 </u>	<u> 200 </u>
Number of days or months the construction jobs would last	<u> 16 mos. </u>	<u> 7 mos. </u>
Average hourly wages	<u>\$10-30/hr.</u>	<u>\$8-25/hr.</u>
(2) Number of construction jobs directly created by ESP project	<u> 25 </u>	
Average number of days or months the construction jobs would last	<u> 3 mos. </u>	
Average hourly wages	<u>\$12.00</u>	

Note: List and provide the above information for each employer included in or supported by your ESP application.

b. Operation Phase

	<u>NMRC</u>	<u>Wal-Mart</u>
(1) Number of full-time permanent direct jobs created (in 2 years)	<u> 55 </u>	<u> 155 </u>
Average hourly wages	<u>\$14.65</u>	<u> \$* </u>
(2) Number of part-time permanent direct jobs created (in 2 years)	<u> 18 </u>	<u> 66 </u>
Average number of hours per week	<u> 20 </u>	<u> 8-28 </u>
Average hourly wages	<u>\$10.55</u>	<u> \$* </u>

Note: List and provide the above information for each employer included in or supported by your ESP application.

16. JOB RETENTION

a. Number of permanent full-time direct jobs retained	<u> 356 </u>	<u> 172 </u>
Average hourly wages	<u>\$14.65</u>	<u> \$* </u>
b. Number of permanent part-time direct jobs retained	<u> 110 </u>	<u> 123 </u>
Average number of hours per week	<u> 20 </u>	<u> 8-28 </u>
Average hourly wages	<u>\$10.55</u>	<u> \$* </u>

*Per corporate policy, Wal-Mart does not disclose wages but does guarantee that wages are competitive with local retail market.

c. How would the lack of the ESP project cause, or contribute to, the loss of these directly effected jobs?

The proposed street improvements to Show Low Lake Road are critical in providing necessary road improvements to accommodate a substantial increase in vehicular and pedestrian traffic anticipated in this immediate area. Not only will the road be widened to handle an increase in vehicles, but equally as important, realignment of the hospitals driveways to be congruent with Wal-Mart's new store will vastly improve the emergency ambulance routing for Navapache's new Emergency Room configuration.

Due to the monumental amount of infrastructure costs needed to serve these projects, a lack of ESP funding would greatly hamper the City's municipal obligation of providing this unanticipated, timely infrastructure within existing budgetary constraints.

Note: List and provide the above information for each employer included in or supported by your ESP application.

17. SEASONAL JOBS

If seasonal jobs are a significant part of the operation of private businesses for which you have applied for ESP, complete the following. Otherwise, go to question 18.

	<u>NRMC</u>	<u>Wal-Mart</u>
a. Number of seasonal jobs created	<u>3</u>	<u>50</u>
Average number of days per year	<u>90</u>	<u>90</u>
Average hourly wages	<u>\$8.50</u>	<u>\$*</u>
b. Number of seasonal jobs retained	<u>8</u>	<u>26</u>
Average number of days per year	<u>90</u>	<u>90</u>
Average hourly wages	<u>\$8.50</u>	<u>\$*</u>

***Per corporate policy, Wal-Mart does not disclose wages but does guarantee that wages are competitive with local retail market.**

c. Further Clarifications

- (1) Are the seasonal jobs created or retained for one year, or would they be occurring on an on-going basis year after year?

All seasonal jobs would occur on an ongoing basis for both private sector projects.

Note: List and provide the above information for each employer included in or supported by your ESP application.

18. Capital Investment.

- a) What kind of new, additional capital investment will be made by the private sector business or industry assisted by this ESP project? (Building, equipment, etc. at this site).

For both private sector projects, the new capital investment will be comprised of new building construction and all of the respective machinery and site development equipment and supplies associated with this type of construction.

- b) What is the purpose and dollar value of the new, additional capital investment that will be made by the private sector business or industry assisted by this ESP project?

Due to the exhaustive list for both private sector projects, please refer to the Sources and Uses statement found in Attachment B for a complete listing.

19. Cost/Benefit Calculation
What is the likelihood that benefit resulting from the project will exceed the costs of the project? Show detail of cost/benefit analysis used to determine the net benefits of this project. Note: Included in this analysis should be the projected annual taxes (real and property) to be generated by the planned retail stores and other businesses being assisted and the taxes (state and local) to be paid by the workers who will be employed by these businesses

Please see Attachment #4

20. What community(ies) will benefit from this project? How will each listed community benefit?

The City of Show Low will be the primary beneficiary as we gain additional high-skilled jobs and sales tax revenue. However, the entire White Mountain area will benefit by having expanded medical facilities and services and a broader range of retail goods and services that is currently limited.

21. List the names of local economic development organizations, and a contact person for each, which are involved with this private sector project. Attach documentation (letters of support, etc.) showing the involvement and level of support of each organization

White Mountain Regional Development Corporation	Carl Wibel	(520) 537-3777
Show Low Regional Chamber of Commerce	Carol Downing	(520) 537-2326
City of Show Low	Patrick Sherman	(520) 537-5724

Please see Attachment #6 for support letters.

22. What is the total cost of the entire project? \$ 29,522,628
23. What is the total cost of the ESP portion of the project? \$392,628
24. Complete and attach the Budget Detail Schedule (Please see Attachment A).
25. Complete and attach the Sources and Uses Schedule (Please see Attachment B).
26. Of the total ESP project cost listed in #23 above, how much financial assistance are you requesting from the Economic Strength Projects Fund? \$200,000
27. List the sources and amounts of matching funds (both private and public) that will be a part of the total direct ESP project cost.
- a) Public Funds:
- (1) Name of public entity contributing the match.

City of Show Low

- (2) Cash match contributed to the project.

- Source (general fund, grants, HURF, etc.)	Amount
<u>General Fund</u>	<u>\$ 155,628</u>
<u></u>	<u>\$</u>
<u>Total</u>	<u>\$</u>

(3) In-kind match contributed to the project.
 - Type of match (force account labor, construction management, materials, etc) Amount
Construction Management \$5,000

b) Private Sector funds:
 Name of private sector company(ies) contributing matching funds to the ESP project, (if any) Amount
Wal-Mart responsible for all engineering and surveying costs associated with ESP Project and responsible for improvements to Highway 260 (\$300,000) \$32,000
TOTAL \$192,628

28. Local utility or other infrastructure expenditures:

a) What indirect local public utility or other infrastructure expenditures will need to be made in connection with (1) the private sector project, and (2) the ESP project? For example, expansion of water or waste water treatment facilities due to demands of the new business which the ESP project is assisting; extension of utility lines, major drainage improvements, etc)

IMPROVEMENT	COST
<u>Water line main extension</u>	<u>\$60,000</u>
<u>Sewer main line extension</u>	<u>\$70,000</u>
Total	<u>\$130,000</u>

29. How will the infrastructure expenditures listed in #28 above be funded?

The above infrastructure expenditures will be funded through the General Fund.

30. How soon after receiving approval of your ESP proposal could you begin construction on:

(a) The private sector project?(e g , days, months) April 1998

(b) The ESP project?(e g , days, months) June 1998

31(a). How long will the private sector project take to complete from start to finish? (e.g., days, months)

Navapache Regional Medical Center - scheduled completion in August 1999
Wal-Mart - scheduled completion in September 1998

31(b). How long will the ESP project take to complete from start to finish? (e.g., days, months)

Three months

32. List below the major milestone activities to be completed in the project and the time schedules for each. Note: Include the construction dates and purchase dates of the capital investments of the private sector.

ACTIVITY	START DATE	END DATE
Engineering	3/1/98	4/1/98
Construction Staking	6/1/98	6/15/98
Subbase & Base	6/15/98	8/15/98
Paving	8/15/98	9/15/98

33. Is there any opposition to either the private sector project or the ESP project? If so, from whom and what is the nature of the opposition?

No public opposition was received at City Council public hearings relating to property zone change and resolution of support for ESP application. The City has recently received some isolated opposition from a food and grocery union concerned with the effect of Wal-Mart's grocery store.

34. Is project located in _____ disadvantaged area of state?
 ☒ rural area of state?
 ☒ Enterprise Zone area of state?

35. Has this applying entity ever received any previous ESP grant funds.

NO _____ YES ☒ DATE RECEIVED: (1) 1992 (2) 1993 (3) 1996 (4) 1997

AMOUNT RECEIVED: \$ (1) \$95,000 (2) \$20,256 (3) \$77,000 (4) \$51,980

(List if more than one.)

Note: IMPORTANT!! If yes, UPDATE PERMANENT JOBS, DIRECTLY CREATED AND/OR RETAINED, FOR EACH GRANT LISTED.

36. Certification:

I certify that this project is compatible with other transportation facilities and conforms to all applicable construction and engineering standards.

NAME: Reid Miller DATE: March 4, 1998

TITLE: Construction Manager

SIGNATURE: 

NAME OF CONTACT PERSON Kevin J. Kugler, AICP

TELEPHONE NUMBER (520) 537-5724

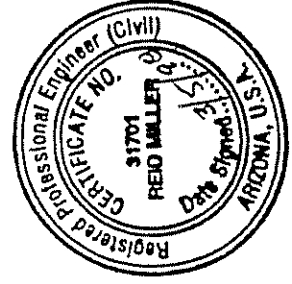
ATTACHMENT A

ECONOMIC STRENGTH PROJECTS - BUDGET DETAIL SCHEDULE

Note: No contingency costs are to be included in the total project costs.

ACTIVITY	LABOR OR UNIT PRICE	MATERIALS OR NUMBER OF UNITS	TOTAL CONSTRUCTION COSTS	ARCHITECTURAL/ENGINEERING COSTS	TOTAL ACTIVITY COSTS	PROJECTED ANNUAL OPERATIONS & MAINTENANCE COSTS
Mobilization	Lump Sum	1	15,000.00			
Clearing and Grubbing	1000.00/acre	1.7 acres	17,000.00			
Removal of Structures & Obstructions	Lump Sum	1	30,000.00			
Roadway Excavation	6.50/CY	2950 CY	19,175.00			
Grading Roadway for Pavement	2.50/SY	8800 SY	22,000.00			
Aggregate Base	15.00/Ton	2435	36,525.00			
Asphaltic Concrete	50.00/Ton	1265 tons	63,250.00			
Fog Coat	450.00/Ton	2.45 tons	1,102.50			
Storm Drain	50.00/LF	900 LF	45,000.00			
Catch Basins	2,500.00	4	10,000.00			
Curb and Gutter	9.00/LF	2600	23,400.00			
Sidewalks	2.50/SF	10,400	26,000.00			
Water Valve Box Adjustment	125.00/ea	5	625.00			
Roadway Signs and Striping	.75/LF	3000 LF	2,250.00			
Traffic Signal Relocation and Loop Detectors	Lump Sum	1	15,000.00			
Construction Management and Testing	Lump Sum	1	24,200.00			
Traffic Control	Lump Sum	1	20,400.00			
In-Kind Labor	Lump Sum	1	5,000.00	32,000.00	392,628	


 Signature of Registered Professional



ATTACHMENT B

SOURCES AND USES STATEMENT

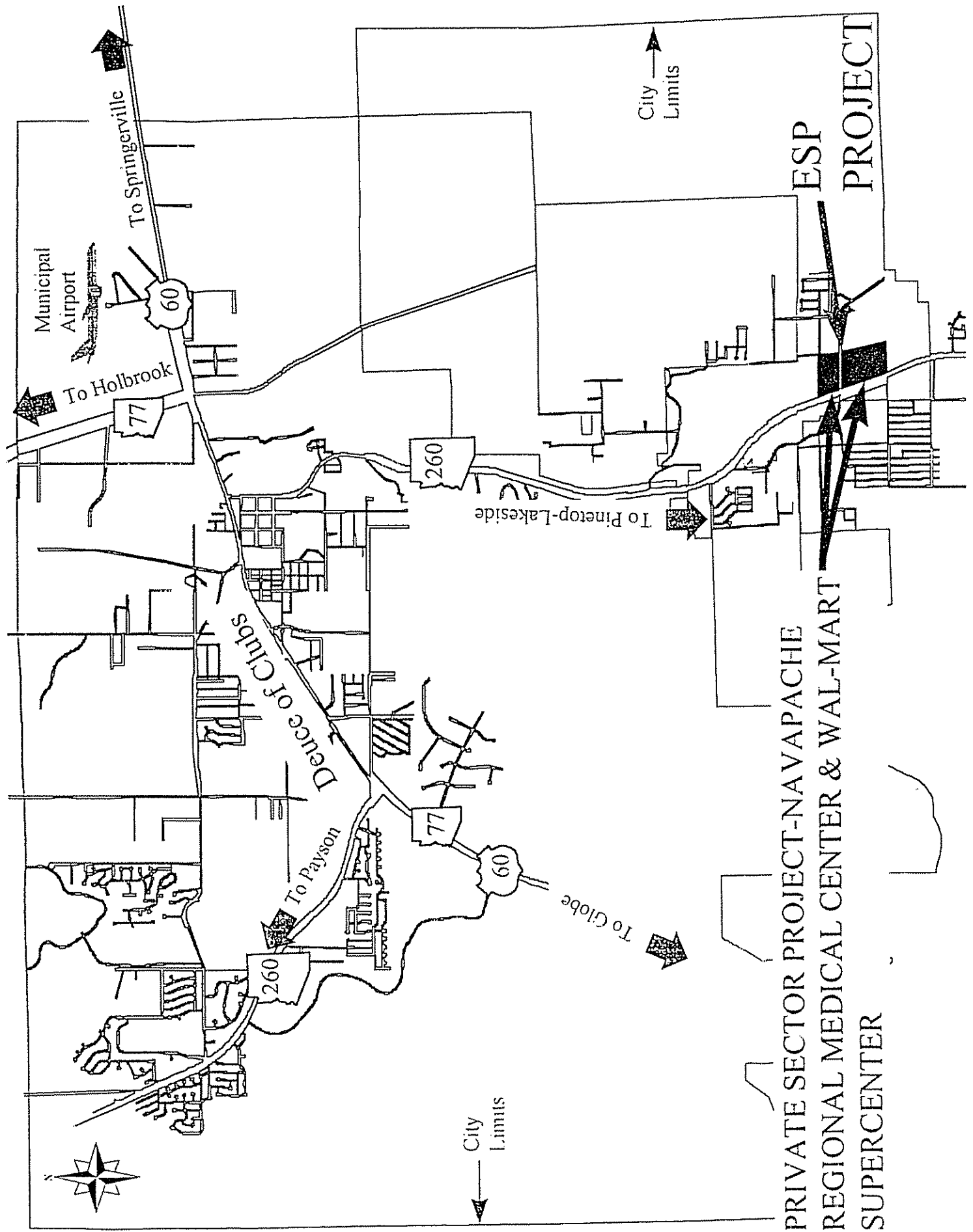
I. USES:

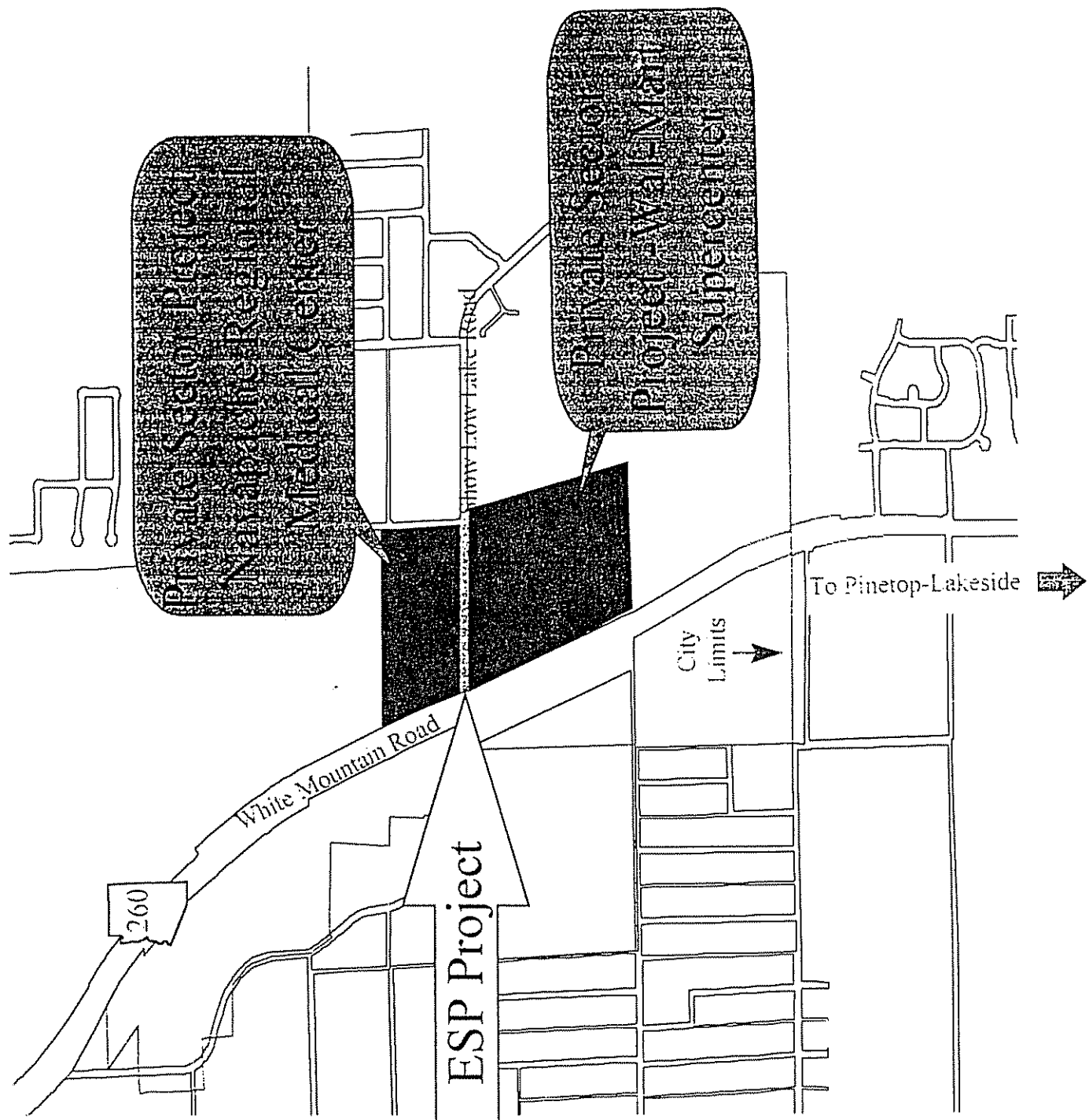
		<u>NRMC</u>	<u>Wal-Mart</u>
A.	Private Sector Related		
1.	Acquisition of Existing Building with land	\$ <u>N/A</u>	\$ <u>N/A</u>
2.	Site Acquisition (vacant land)	\$ <u>N/A</u>	\$ <u>2,000,000</u>
3.	New building construction	\$ <u>80,700,000</u>	\$ <u>7,800,000</u>
4.	Remodeling	\$ <u>2,000,000</u>	\$ <u>N/A</u>
5.	Machinery and Equipment	\$ <u>1,700,000</u>	\$ <u>3,000,000</u>
6.	Site preparation	\$ <u>1,100,000</u>	\$ <u>2,400,000</u>
7.	Other <u>S.R. 260 Improvements</u>	\$ <u>N/A</u>	\$ <u>300,000</u>
	Sub Total	\$ <u>13.5 million</u>	\$ <u>15.5 million</u>
	Total	\$ <u>29 million</u>	
B.	Public Sector Related		
1.	Total ESP project improvements (Grand Total of Total Activity Costs in Attachment A and Item 23 in the Application)	\$ <u>392,628</u>	
2.	Local public sector improvements (Infrastructure improvements directly related to the project and located on or contiguous to the project site. Do not include ESP related costs here)		
	<u>Water Mainline Extension</u>	\$ <u>60,000</u>	
	<u>Sewer Mainline Extension</u>	\$ <u>70,000</u>	
3.	Other _____	\$ _____	
C.	Total Uses	\$ <u>29,522,628</u> *	

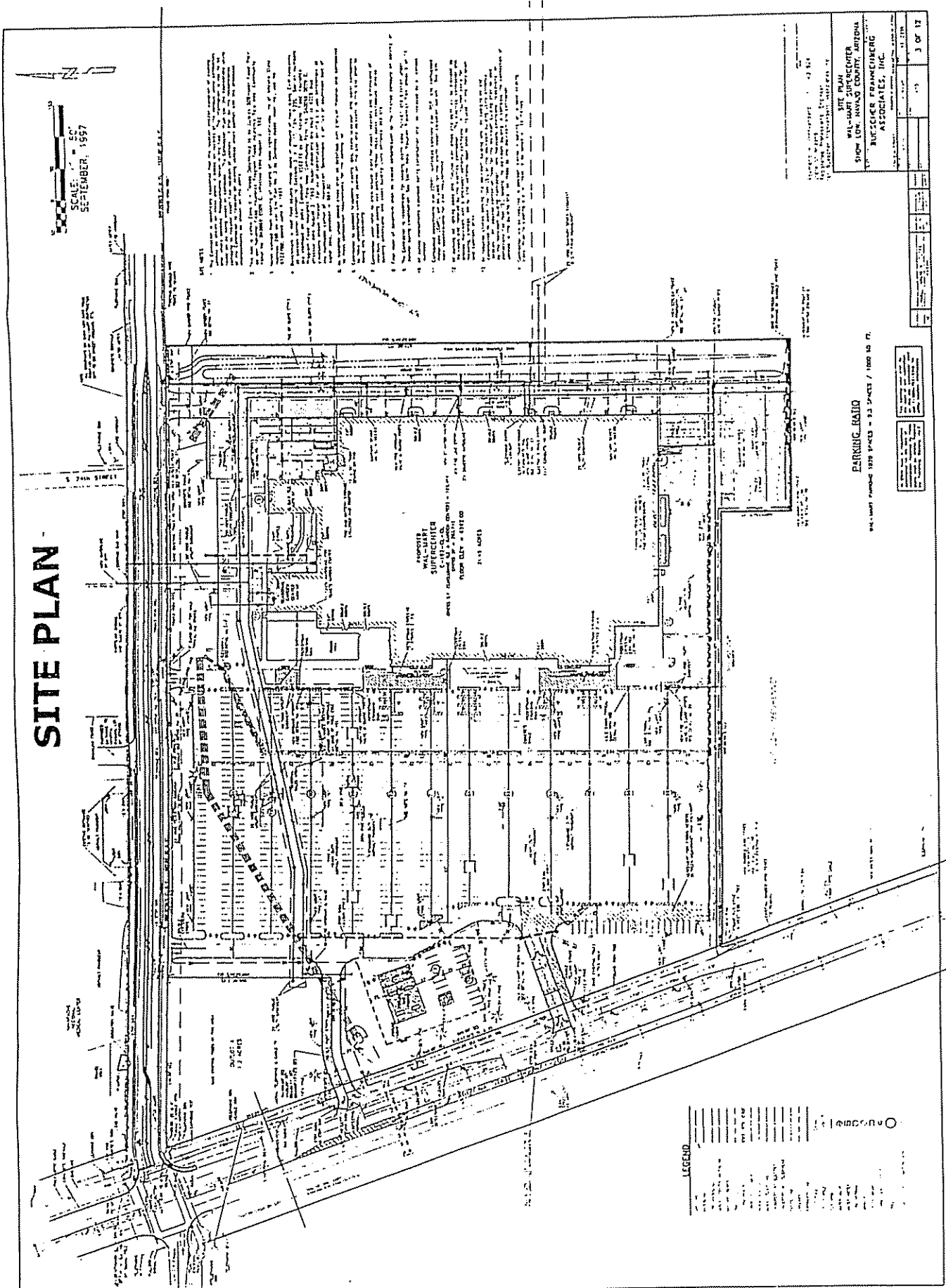
II. SOURCES:

A.	Private sector project investment ((Item 18 b) Total))	\$ <u>29,000,000</u>
B.	Local public sector (direct project related)	\$ <u>130,000</u>
C.	Economic Strength Projects Fund (State funds) (Item 26)	\$ <u>200,000</u>
D.	ESP match	
	(2) From the public sector ((Items 27 a)(1)(2) &(3))	\$ <u>160,628</u>
	(1) From the private sector ((Item 27 b))	\$ <u>32,000</u>
E.	Other _____	\$ _____
F.	Total Sources	\$ <u>29,522,628</u> *

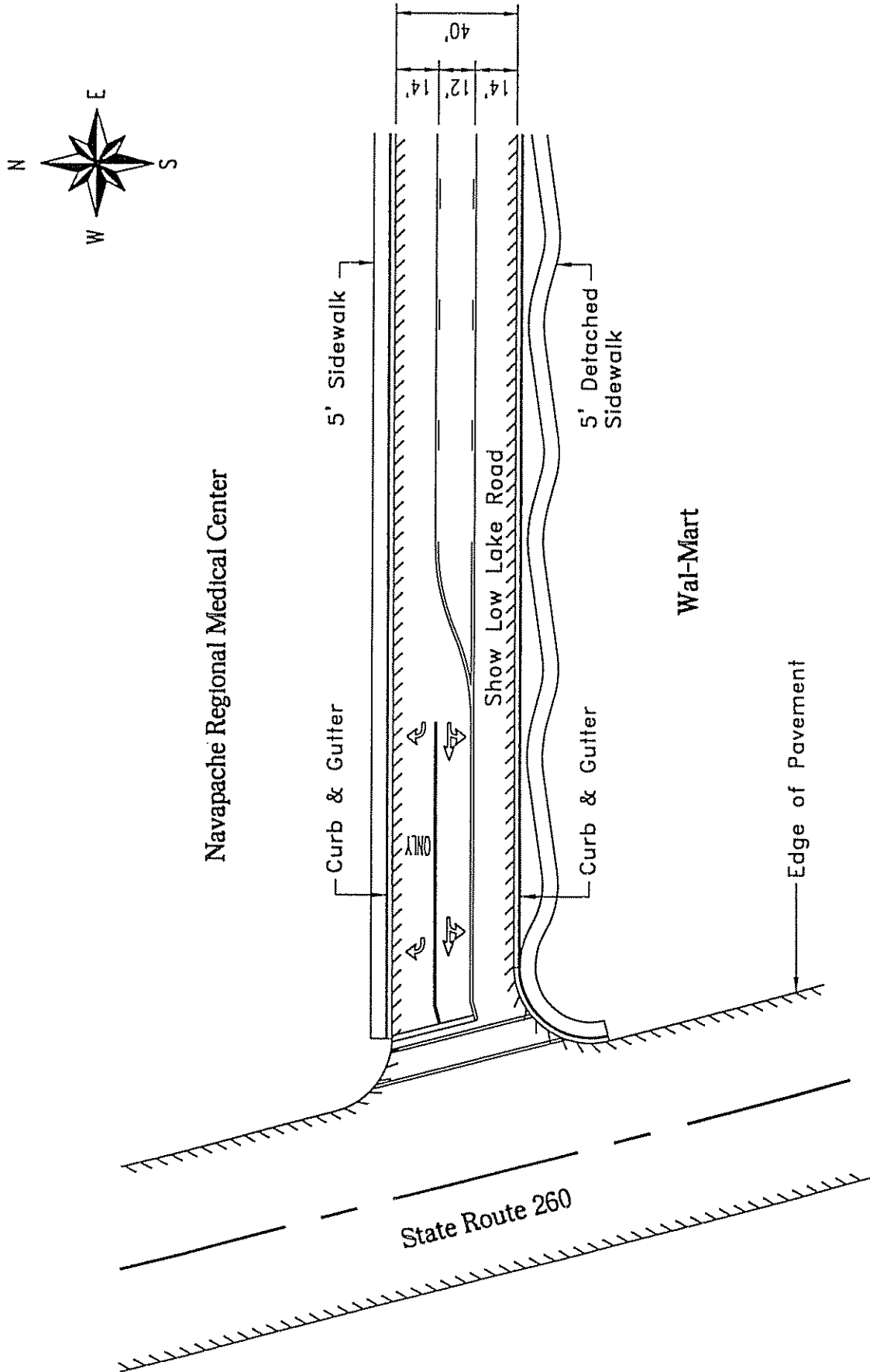
* Total Uses (I.C.) must equal Total Sources (II.F.)







Proposed ESP Project





STATE OF ARIZONA

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INTERGOVERNMENTAL AGREEMENT
DETERMINATION

A.G. Contract No. KR98-1355TRN, an agreement between public agencies, has been reviewed pursuant to A.R.S. § 11-952, as amended, by the undersigned Assistant Attorney General who has determined that it is in the proper form and is within the powers and authority granted to the State of Arizona.

No opinion is expressed as to the authority of the remaining parties, other than the State or its agencies, to enter into said agreement.

DATE August 11, 1998.

GRANT WOODS
Attorney General

JAMES R. REDPATH
Assistant Attorney General
Transportation Section

JRR:et/14413

Enc.